R. Craig Bridgeforth Lawrence L. Scoville Scoville Insurance & Investments

Notice of Intent to Issue Permanent Cease and Desist Order

DATE: December 6, 2001 RESPONDENT(s): R. Craig Bridgeforth, Scoville Insurance & Investments, and Lawrence L. Scoville of Manhattan, Kansas ORDER: Notice of Intent to Issue Permanent Cease and Desist Order issued to respondents of R. Craig Bridgeforth, Scoville Insurance & Investments, and Lawrence L. Scoville Manhattan, Kansas, for allegedly selling Accelerated Benefits Corporation viatical investment contracts. The Notice alleges that the viatical settlement contracts are not properly registered under the Kansas Securities Act and that respondents were not properly registered as broker dealers or agents.

Consent Order

DATE: March 6, 2002 RESPONDENTS: Scoville Insurance & Investments, Inc. and Lawrence L. Scoville of Manhattan, Kansas ORDER: Consent Order issued to respondents Scoville Insurance & Investments, Inc. and Lawrence L. Scoville of Manhattan, Kansas, relating to the alleged selling of Accelerated Benefits Corporation viatical investment contracts. Respondents neither admit nor deny the allegations contained in the December 6, 2001 Notice of Intent to Issue Permanent Cease and Desist Order. The Order adopts those allegations and finds that the viatical settlement contracts are not properly registered under the Kansas Securities Act and that respondents were not properly registered as broker dealers or agents. As a condition of the Consent Order, Respondent Lawrence L. Scoville agreed to disgorge commissions to seven investors totaling \$5,499.82.

Permanent Cease and Desist Order

DATE: March 7, 2002 RESPONDENT: R. Craig Bridgeforth ORDER: Permanent Cease and Desist Order issued to respondent R. Craig Bridgeforth, of Overland Park, Kansas, for allegedly selling Accelerated Benefits Corporation viatical investment contracts. The Order finds that the viatical settlement contracts are not properly registered under the Kansas Securities Act and that respondent was not properly registered as a broker dealer or agent.

Notice to Investors: If you are not a resident of Kansas and have been affected by actions that are similar to those described in this synopsis, you should consider contacting your state securities regulator for assistance. To locate your securities regulator, go to the <u>North American Securities Administrators Association</u> website. If you choose to contact your state securities regulator, please inform him or her of the action taken by the State of Kansas.